Section L, Instructions, Conditions, and Notices to Offeror

FA8205-16-R-0001 Amendment 0002, Dated 19 Jan 17

The offeror shall provide proposals and pricing for the task order requirements listed below with performance beginning in calendar year 2018. Performance Work Statements, Contract Data Requirements Lists (CDRLs), and Incentive Plans, as applicable, for the task orders listed are provided along with this solicitation. Proposals for each task order and each option year within orders shall be segregated in a manner to allow for negotiation and award at the order and Contract Line Item Number (CLIN) level. The Government intends to award and negotiate all listed task orders at the same time as the basic and its initial task order. However, if determined to be in the best interest of the Government, the Government may choose not to award or to award the basic and only one or some of the task orders and option CLINs listed. Proposals for each task order and option CLIN shall remain valid for 365 days following proposal submittal.

The Government anticipates additional task orders will be needed to meet comprehensive F-22 Air Vehicle sustainment requirements within scope of this proposed basic ID/IQ contract. As these additional requirements are defined and prepared, the Government will send the offeror additional task or delivery order requests for proposals.

Task order FA8205-18-F-0001:

Weapon System Sustainment (Labor)

CLIN 0001, FPIF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0003 (Option), FPIF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0004 (Option), FPIF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0005 (Option), FPIF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0006 (Option), FPIF, period of performance 1 Jan 22 – 31 Dec 22

Weapon System Sustainment (Material)

CLIN 0010, CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0014 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0015 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0016 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0017 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

Marietta Turntable Support

CLIN 0030, FFP, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0031 (Option), FFP, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0032 (Option), FFP, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0033 (Option), FFP, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0034 (Option), FFP, period of performance 1 Jan 22 – 31 Dec 22

SMART II

CLIN 0210, CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0214 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0215 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0216 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0217 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

CLIN 0230, CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0234 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0235 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0236 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0237 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

Discrete Travel

IMIS Administrators

CLIN 0250, CR, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0251 (Option), CR, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0252 (Option), CR, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0253 (Option) CR, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0254 (Option), CR, period of performance 1 Jan 22 – 31 Dec 22

Contractor Field Team

Marietta Antenna Calibration

CLIN 0270, CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0271 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0272 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0273 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0274 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

Data (CDRLs)

CLIN 0280, NSP, period of performance 1 Jan 18 – 31 Dec 18, Exhibit A
CLIN 0281 (Option), NSP, period of performance 1 Jan 19 – 31 Dec 19
CLIN 0282 (Option), NSP, period of performance 1 Jan 20 – 31 Dec 20
CLIN 0283 (Option), NSP, period of performance 1 Jan 21 – 31 Dec 21
CLIN 0284 (Option), NSP, period of performance 1 Jan 22 – 31 Dec 22

CLIN 0600, CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0601 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0602 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0603 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0604 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

5% Overfly Weapon System Sustainment (Material)

CLIN 0605 (Option), CPFF, period of performance 1 Jan 18 – 31 Dec 18 CLIN 0607 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19 CLIN 0609 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20 CLIN 0611 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21 CLIN 0613 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

10% Overfly Weapon System Sustainment (Material)

CLIN 0606 (Option), CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0608 (Option), CPFF, period of performance 1 Jan 19 – 31 Dec 19

CLIN 0610 (Option), CPFF, period of performance 1 Jan 20 – 31 Dec 20

CLIN 0612 (Option), CPFF, period of performance 1 Jan 21 – 31 Dec 21

CLIN 0614 (Option), CPFF, period of performance 1 Jan 22 – 31 Dec 22

Task order FA8205-18-F-0002:

Weapon System Integrity Programs (Virtual Air Combat Simulator) CLIN

Weapon System Integrity Programs (ASIP, MECSIP, AVIP & AVLOIP)

0020, CPFF, period of performance 1 Jan 18 – 31 Dec 18

CLIN 0023, FFP, period of performance 1 Jan 18 – 31 Dec 18

Over & Above (Engineering Only)

CLIN 0260, CPFF, period of performance 1 Jan 18 – 31 Dec 18

Data (Appendix A, CDRLs)

CLIN 0280, NSP, period of performance 1 Jan 18 – 31 Dec 18

Task order FA8205-18-F-0006 (deleted and SMART II requirements were moved to task order FA8205-18-F-0001):

Task order FA8205-18-F-0007:

DMO Federation Management and Integration

CLIN 0180, CPFF, period of performance 1 Jan 18 – 31 Dec 18

Training Systems Sustainment

CLIN 0190, CPFF, period of performance 1 Jan 18 – 31 Dec 18

Trainer System Hardware Modifications

CLIN 0200, CPFF, period of performance 1 Jan 18 – 31 Dec 18

Data (Appendix A, CDRLs)

CLIN 0280, NSP, period of performance 1 Jan 18 – 31 Dec 18

Task order FA8205-18-F-0008:

GFP/GFE Asset Assessment for Disposition/Storage

CLIN 0170, CPFF, period of performance 1 Jan 18 – 31 Dec 18

Data (Appendix A, CDRLs)

CLIN 0280, NSP, period of performance 1 Jan 18 – 31 Dec 18

Task order FA8205-18-F-0010:

IMIS Enhancements

CLIN 0220, CPFF, period of performance 1 Jan 18 – 31 Dec 18

Data (Appendix A, CDRLs)

CLIN 0280, NSP, period of performance 1 Jan 18 – 31 Dec 18

The offeror shall use the following instructions Cost Proposal Adequacy and Structure:

- (a) In response to this solicitation, the offeror shall prepare and submit certified cost or pricing data and supporting attachments in accordance with Table 15-2 of <u>FAR 15.408</u>. Further, the offeror shall (1) utilize the <u>DFARS 252.215-7009</u>, *Proposal Adequacy Checklist (PAC)*, in pre-submission proposal quality reviews, and (2) furnish the completed checklist as part of their proposal submission.
 - (1) The responsibility for providing a well-prepared and fully supported cost proposal lies solely with the offeror. The basis and rationale for all proposed costs shall be provided as part of the proposal so that the Contracting Officer (CO) has the information necessary to evaluate the reasonableness of the proposed price.
 - (2) If the offeror is unsure as to whether a checklist item is required in support of the proposal, or how to adequately comply with a checklist item, the offeror shall contact the Contracting Officer as soon as possible after receipt of the solicitation, but in any case prior to proposal submittal, to resolve the questions.
 - (3) Non-compliances with the DFARS Proposal Adequacy Checklist and the additional requirements of this provision will require immediate correction. However, completion of the checklist does not relieve the offeror from the responsibility to comply with all applicable regulations and any special requirements of the solicitation.
 - (4) The offeror is encouraged to flow down this provision to subcontractors/affiliates required to submit certified cost or pricing data in support of this solicitation.
 - (5) To support initial proposal submittal timeliness, the offeror is authorized to use historical purchase order/quote pricing data based on the offerors company best practices. This historical data will be considered acceptable for initial proposal submittal where a TINA compliant required quote has not been received. To

support negotiations and Government price analysis, a firm quote will be required for any supplier over the TINA threshold no later than 26 Jul 17.

- (b) The offeror is advised that the contracting officer may find costs associated with revision/rework of inadequate cost proposals unreasonable, and will consider the nature and extent of any proposal inadequacies when assessing/negotiating profit.
- (c) In order to preclude delays in negotiations and contract award, the completed PAC submitted with the proposal shall provide a clear explanation for any checklist items not included in the proposal, particularly items not provided based on any of the five exceptions to TINA found at FAR 15.403-1(b).
- (d) Cost Proposal Requirements. In addition to the requirements identified in the DFARS PAC, the following also apply to the cost proposal submitted in response to this solicitation.
 - (1) Breakout by Year. If the proposal includes more than one CLIN, the proposal shall include a breakout of CLIN prices by cost element by Contractor Fiscal Year (CFY). At the Contracting Officer's direction, the breakout by year shall also be provided by:
 - _X Calendar Year (CY), unless otherwise specified

The proposal shall define the timeframe of the Contractor Fiscal Year (for example, January – December).

- (2) If the proposal includes more than one CLIN/subCLIN, recurring/non-recurring costs shall be identified for each CLIN/subCLIN.
- (3) When the proposal includes material costs, the proposal shall include a consolidated bill of materials (CBOM) at the total contract level in an electronic, sortable format (Excel spreadsheet or other format approved by the Contracting Officer).
- i. When the amounts proposed in the CBOM include application of escalation, the proposal shall identify the base value, the escalation rate(s) used, and the escalation amount associated with each item escalated.
- ii. When the proposed amount is based on historical data which has been adjusted (for example, for differences in quantity), the CBOM shall clearly identify the adjustments made to the historical data and the reason for each adjustment.
- (4) All costs proposed on the basis of Cost Estimating Relationships (CER) shall be fully supported. The proposal shall identify the basis for the proposed rate, shall identify the base to which the rate is applied, and shall clearly demonstrate the calculation of proposed costs based on CERs.
- (5) For any costs incurred prior to proposal submission, the proposal shall identify actual hours and cost incurred as well as hours/costs to complete and the time phasing associated with these hours/costs. This information/data shall be provided in a time-phased cost element summary format.
- (6) Submission of Historical Actual Costs Incurred, as applicable by task order requirements:

F33657-02-D-0009, Raptor Enhancement, Development, & Integration (REDI)

FA8611-08-C-2897, Follow-On Agile Sustainment for the Raptor (FASTeR)

FA8611-13-D-2850, REDI II

(i) The contractor shall provide the following information for these prior acquisitions, as applicable:

F33657-02-D-0009, REDI

FA8611-08-C-2897, FASTeR

FA8611-13-D-2850, REDI II

For these contracts, the contractor shall provide the following information:

- a. contract number (including modification number if applicable) or other identifier;
- b. contract type;
- c. contract quantity;
- d. contract price; and
- e. actual cost incurred, including a breakout of actuals as recurring/non-recurring costs. If performance is not complete on any of the specified contract actions, provide an estimate to complete and the basis for that estimate.
- (ii) The contractor shall also request that its top five major sole source subcontractors provide the information listed in the above paragraphs (i) a. through e. on prior contracts for items the prime is purchasing from the subcontractors for this effort. If a subcontractor's information on prior actuals is not included in the prime's proposal, the proposal should identify status and anticipated receipt date(s). If the subcontractor deems the information proprietary, the subcontractor may submit the information directly to the CO.
- (7) The proposal shall identify those actions where assist audits have been requested by the prime or sub-tier contractors and identify the request date and scheduled receipt date for those audits. The need for assist audits resulting from proprietary data rights assertions at any tier shall be identified to the Contracting Officer as soon as the offeror becomes aware of the need. Government performance of assist audits does not relieve the offeror of the responsibility to accomplish and provide its price/cost analysis of the subcontracts.
- (8) If the offeror intends to request Performance-Based Payments (PBP), the offeror's proposal shall include a monthly expenditure profile, proposed events and their projected completion dates, proposed values for each event, completion criteria for each event, and an identification of each event as severable or cumulative.
- (9) Commercial item considerations:

- i. The offeror's proposal shall provide support for any subcontractor Commercial Item Determinations (CID), addressing, at a minimum, the following:
 - a. A description of the supplies or services;
 - b. Specific identification of the type of commercial item claim (<u>FAR 2.101</u> commercial item sub-definitions (1) through (8)), and the basis on which the item meets the definition; and
 - c. For modified commercial items (commercial item sub-definition (3)), classification of the modification(s) with supporting rationale as either:
 - 1. Of a type customarily available in the commercial marketplace (<u>FAR 2.101</u> commercial item sub-definition (3)(i)); or
 - 2. A minor modification of a type not customarily available in the commercial marketplace made to meet Federal Government requirements (<u>FAR 2.101</u> commercial item sub-definition (3)(ii)).

Note that per <u>FAR 15.403-1(c)(3)(iii)(B)</u>, modifications that meet the definition of minor modifications of a type not customarily available in the commercial marketplace as defined in <u>FAR 2.101</u>, paragraph (3)(ii) of the commercial item definition, will require the submission of certified cost and pricing data when the total price of all such modifications exceeds the greater of the threshold for certified cost or pricing data (<u>FAR 15.403-4</u>) or 5% of the total price of the contract at the time of contract award.

- ii. For proposed subcontract commercial items "of a type", or "evolved" or modified (<u>FAR 2.101</u> commercial item sub-definitions (1) through (3)), the offeror shall provide a technical description of the differences between the proposed item and the comparison item and thoroughly address the cost differences between the proposed item and the comparison item.
- iii. The proposal shall include, or the offeror shall make available, data other than certified cost or pricing data to establish price reasonableness of the proposed subcontract commercial item (to include any modifications not subject to the requirement to submit certified cost or pricing data) by supplying:
 - a. Information/data related to competition, if competition is the offeror's basis for asserting the reasonableness of the proposed subcontract price.
 - b. Information/data related to prices (sales data, market price assessments, etc.). Note that subcontractors may submit sales data directly to the CO if the subcontractor deems the data proprietary.
 - c. The prime contractor's or higher tier subcontractor's price analysis/price reasonableness determination for the commercial subcontract in accordance with FAR 15.404-3(b)(1) and (2).
 - d. Cost information/data (cost element breakdown and supporting documentation not subject to certification in accordance with FAR 15.406-2). Instances where cost information may be required include but are not limited to commercial items offered but never actually sold to the public, "of a type" commercial items, or when sales data is limited and/or not recent and/or not for the same/similar

quantities.

Note that the preferred method of establishing the price reasonableness of commercial items is to obtain commercial sales data. It is recognized that other methods, such as market price assessment data or evaluation of cost data not subject to certification, are also acceptable when prior sales data cannot be obtained. Sales data shall (1) demonstrate sales to the general public; (2) be current; and (3) where possible, be in like quantities. Items sold to state, local, or foreign governments or items sold with applications only to state, local, or foreign government or US Government end items are not considered to be sales to the general public unless the proposed commercial item meets the FAR 2.101 commercial item definition sub-definition (8).

- (10) Additional Cost/Price Proposal Requirements:
- An electronic CBOM providing traceability to the CLIN level and PWS (WBS) paragraph.
- Active links embedded in electronic files to link to all applicable proposal attachments.
- Sales data, vendor name, CAGE code (if applicable), part number, and price to support price reasonableness of a commercial item is required for commercial items proposed.
- Breakout pricing by basic and options within each task order is required.
- (e) Submission of electronic cost model. The proposal submission shall include an electronic cost model with active formulas demonstrating the mathematical calculation of all proposed cost (in Microsoft Excel). The electronic cost model shall include build-up by year of cost in total and by CLIN/subCLIN, consistent with the yearly breakout required by paragraph (d)(1) of this provision, or as directed by the Contracting Officer. If applicable, the electronic cost model shall link each Work Breakdown Structure (WBS) to the applicable CLINs. The electronic cost model shall roll up to an annual and total program summary by cost element. All information supporting each CLIN should be visible and verifiable in the electronic cost model. The formulas included in the electronic cost model shall not be locked, and the model shall be editable by the Government.